

CONTRACT FOR PRENEED FUNERAL MERCHANDISE AND SERVICES

Date _____ Contract Number _____

Purchaser: _____ Provider: _____

Address: _____ Address: _____

City: _____ State: ____ Zip: _____ City: _____ State: _____ Zip: _____

Phone: _____ SS#: _____ Phone: _____

Funeral Beneficiary: _____ Address: _____

City: _____ State: _____ Zip: _____ Phone: _____ SS#: _____ DOB: _____

STATEMENT OF FUNERAL MERCHANDISE AND SERVICES SELECTED

SERVICES

1. Professional staff services for the arrangement, supervision and direction of the funeral and for administrative services \$ _____

2. Embalming \$ _____

3. Other care and preparation of the deceased \$ _____

4. Other (Describe)_____ \$ _____

USE OF FACILITIES

1. General Use (other than visitation or funeral services) \$ _____

2. For Visitation \$ _____

3. For Funeral Services \$ _____

4. Other (Describe)_____ \$ _____

TRANSPORTATION

1. Vehicle for initial transfer of deceased (_____ miles) \$ _____

2. Hearse (Funeral Coach) \$ _____

3. Family Car (s) # _____ @ \$ _____ each \$ _____

4. Escort \$ _____

5. Other (Describe)_____ \$ _____

TOTAL SERVICES \$ _____

Charges are only for those items that you selected or that are required. If we are required by law or by a cemetery or crematory to use any items, we will explain the reasons in writing below.

MERCHANDISE

1. Casket _____ \$ _____

Model _____

Manufacturer _____

2. Outside Receptacle \$ _____

Model _____

Manufacturer _____

3. Clothing \$ _____

4. Other _____ \$ _____

TOTAL GUARANTEED FUNERAL PRICE \$ _____

NON-GUARANTEED CASH ADVANCE ITEMS. We charge you for our services in obtaining those items designated with an asterisk (*) below:

1. Grave Openings \$ _____

2. Clothing \$ _____

3. Clergy Honorarium \$ _____

4. Flowers \$ _____

5. Music \$ _____

6. Certified Copy of Death Certificate \$ _____

7. Sales Tax \$ _____

8. Other (Describe)_____ \$ _____

9. Other (Describe)_____ \$ _____

TOTAL CASH ADVANCE ITEMS \$ _____

TOTAL GUARANTEED AND NON-GUARANTEED FUNERAL PRICE \$ _____

If you selected a funeral that may require embalming, such as a funeral with viewing, you may have to pay for embalming. You do not have to pay for embalming you did not approve if you selected arrangements such as a direct cremation or immediate burial. If we charged for embalming we will explain why below:

Reason for embalming: _____

I. Merchandise and Services: Subject to the terms of this Contract, Purchaser agrees to purchase the Funeral Merchandise and Services at the current retail price established herein by paying Seller in the manner set forth in this Contract (Sections I & II), and upon the death of the Funeral Beneficiary, the Seller shall furnish the Funeral Merchandise and Services as set forth in the Statement of Funeral Merchandise and Services Selected above, regardless of the cost of the merchandise or service at the date of the death of the Funeral Beneficiary. The Provider will be entitled to all trust funds on deposit including income, and/or all insurance proceeds (Sections I & II), even though in excess of the cost of services and merchandise at the time of the Funeral Beneficiary’s death. This Contract provides benefits in the form of Funeral Merchandise and Services only, unless Non-Guaranteed Cash Advance Benefits are specified above.

Prior to selecting the Funeral Merchandise and Services, Purchaser acknowledges receipt of the General Price List, and that the Casket Price List and the Outer Burial Container Price List were made available to him/her. _____ (Purchaser’s Initials)

Total Contract Price For Funeral Merchandise and Services (See Above)	\$ _____
Less Burial Insurance In Force, if applicable (List Company, Policy Number, Face Amount) and a description of the policy type) _____	\$ _____
Net Amount	\$ _____
Less Down Payment	\$ _____
Balance Due	\$ _____

II. Contract Funding: Purchaser agrees to fund this Contract as indicated by checking the appropriate box below.

☐ A. Trust Funding: (See additional provisions in Disclosures 3 and 4.) Purchaser agrees to pay Seller the Balance Due as follows:

Number of Payments: _____ Payment Amount: \$ _____ Date of First Payment: _____

Payment Mode: ☐ Annual ☐ Semi-Annual ☐ Quarterly ☐ Monthly

☐ B. Insurance Funding: (See additional provisions in Disclosure 2.) Purchaser agrees to provide the following Policy:

Insurance Company: _____ Policy Number: _____

Address of Insurance Company: _____

Initial Death Benefit: _____ Premiums: \$ _____ (Annual)

Payable: \$ _____ per _____ (Mode of Premium Payment) Beginning: _____ Ending: _____

III. Acceptance by Seller: This Contract is not binding on Seller until it is signed by Seller’s authorized preneed sales agent in its home office and an executed copy placed in the mail to the Purchaser at the address shown above.

IV. Revocability and Cancellation: This Contract is revocable unless the Purchaser indicates otherwise by signing in the space provided below. This Contract cannot be modified or changed without the written approval of the Seller. YOU (THE PURCHASER) MAY CANCEL THIS TRANACTION AT ANY TIME PRIOR TO MIDNIGHT OF THE THIRTIETH DAY AFTER THE DATE OF THIS TRANSACTION BY GIVING THE SELLER WRITTEN NOTICE OF CANCELLATION AND RECEIVE A FULL REFUND OF ALL MONIES PAID.

IRREVOCABLE OPTION

I am signing this statement to waive and renounce my right to cancel this Contract. I understand that the trust will be irrevocable and I will not be entitled to a refund of any of the money I have paid. I am waiving my right to cancel this Contract because I want to qualify for public assistance such as Medicaid, Supplemental Security Income, or other assistance.

PURCHASER’S SIGNATURE _____ DATE _____

AUTHORIZED PRENEED SALES AGENT NAME _____

AUTHORIZED PRENEED SALES AGENT SIGNATURE _____ DATE _____

PURCHASER’S SIGNATURE _____ DATE _____

DISCLOSURES

1. FUNERAL MERCHANDISE AND SERVICES. The Provider shall provide the selected funeral merchandise and services as shown in this Contract. The Provider will furnish the brands or makes of goods shown or, if unavailable, goods of equivalent quality. This Contract is revocable unless the Purchaser indicates otherwise by signing in the space provided on the reverse side of this Contract.

2. IF THIS CONTRACT IS FUNDED BY INSURANCE. The Provider may declare this Contract void and terminated if the life insurance to provide funding of the Funeral Price is not in force; has been voided, lapsed, borrowed against, or surrendered; any payments are paid out before death, scheduled payments are not made; death benefits are paid under the suicide provision of the policy; a significant change is made to any of the items on the Statement of Funeral Merchandise and Services; or the Provider is no longer designated to receive the death benefit of the insurance. The Provider must be designated to receive the death benefit of the insurance. If this Contract is funded by insurance which has a limited death benefit, the price guarantee will become effective at the end of the limited death benefit period, unless the Provider is paid the difference between the insurance benefit and the Contract amount.

3. IF THIS CONTRACT IS TRUST FUNDED. Provider will deposit all funds in accordance with **USE OF AMOUNT TO BE TRUSTED** required for Funeral Merchandise and Services in a federally insured account in a financial institution (state or national bank, trust company, or federally insured savings and loan association) licensed to do business in Alabama, chosen by the Provider.

4. USE OF AMOUNT TO BE TRUSTED. Of the Funeral Price Total, the Provider will place at least: (1) Seventy Five percent (75%) of the purchase price collected for all funeral services and funeral merchandise sold and facilities rented other than outer burial containers; (2) Sixty percent (60%) of the purchase price collected for outer burial containers; and (3) One hundred percent (100%) of the purchase price collected for all cash advance items sold, in a trust. The deposit shall be made within thirty (30) days after the end of the calendar month in which the preneed Contract is paid in full, unless, prior to that time, all liabilities of the Provider under the preneed contract to deliver the specific funeral merchandise or funeral services, or both, or the specific cash advances, identified by the Provider as properly allocated to the payment, have been satisfied, or the preneed contract is validly cancelled.

5. GUARANTEED. Subject to the terms of this Contract, and upon the death of the Funeral Beneficiary, the Provider shall furnish the Funeral Merchandise and Services as set forth in this Contract, regardless of the cost of the merchandise or services at the date of the death of the Funeral Beneficiary.
THIS CONTRACT DOES NOT GUARANTEE THE PRICE OF CASH ADVANCE ITEMS. Cash Advance Items are paid by the Provider on the Purchaser’s behalf to third parties. The Provider has no way of guaranteeing Cash Advance Item prices at death, as they are estimated now. Any additional cost for Cash Advance Items will be billed to the Purchaser, the Funeral Beneficiary’s survivors or the Funeral Beneficiary’s estate after the funeral merchandise and services are provided. Any additional items chosen which are not specifically included in this Contract will be paid for when the funeral merchandise and services are provided. The Provider will be entitled to all trust funds on deposit including income, and/or all assigned insurance proceeds, even though in excess of the cost of funeral services and merchandise at the time of the Funeral Beneficiary’s death. This Contract provides benefits in the form of Funeral Services and Merchandise only, unless Non-Guaranteed Cash Advance Items are specified.

6. CANCELLATION. Unless made Irrevocable (Section IV) Purchaser may cancel this Contract at anytime prior to midnight of the thirtieth day of the date this Contract was executed by providing written notice to the Seller, provided that the funeral merchandise and services have not been delivered and/or performed. Upon providing written notice, Purchaser shall be entitled to a complete refund of the amount paid, except for the amount allocable to any funeral services and merchandise that has been delivered and/or performed. Purchaser may cancel this Contract after thirty (30) days of the date the Contract was executed, unless made Irrevocable (Section IV) by providing written notice to the Seller, provided that the funeral merchandise and services have not been delivered and/or performed. Any cancellation after thirty (30) days may entitle the Provider to recover a cancellation fee. The cancellation fee may not exceed twenty percent (20%) of the purchase price collected. If this Contract is so cancelled, the Purchaser will receive the principal allocable to the preneed Contract, less any applicable cancellation fees, within thirty (30) days after the date the written cancellation is received by the Seller. Any accumulated earnings allocable to the preneed Contract shall be paid to the Seller. In the event this Contract is made Irrevocable by the Purchaser’s signature (Section IV), the Purchaser or authorizing agent shall have the right to appoint a Provider other than the Seller of this preneed Contract. In the event that a Provider is appointed other than the Seller, the Seller shall transfer to the appointed Provider the amount paid by the Purchaser less a reasonable transfer fee not to exceed twenty percent (20%) of the purchase price collected. No transfer shall occur without the acceptance of the appointed Provider.

7. DEFAULT BY PURCHASER. If the Purchaser is 90 days or more past due in making payment on the Contract, the Contract will be considered in default, and the Provider shall be entitled to cancel the Contract and withdraw the funds in trust. Upon making the withdrawal, the Provider shall refund to the Purchaser the amount collected under this Contract less a cancellation fee of not more than twenty percent (20%). Any accumulated earnings allocable to the preneed Contract shall be retained by the Provider. The Provider must give the Purchaser thirty (30) days notice of its intention to exercise any of its rights under this provision.

8. FAILURE OF PERFORMANCE. Upon breach of contract or failure of the Provider to provide funeral merchandise and services under this Contract, the Purchaser shall be entitled to a refund of one hundred percent (100%) of all monies collected on the Contract. The refund shall be made within thirty (30) days after receipt by the Provider of the Purchaser’s written request for refund.

9. DISCLAIMER OF WARRANTIES. Provider DOES NOT WARRANT the merchandise or goods covered by this Contract. The only warranty, IF ANY, is the warranty issued by the manufacturer of the purchased merchandise or goods.
ALL OTHER WARRANTIES, EXPRESS OR IMPLIED, INCLUDING WITHOUT LIMITATION ANY IMPLIED WARRANTY OF MERCHANTABILITY, AND WARRANTY OF FITNESS FOR ANY PARTICULAR PURPOSE, ARE EXCLUDED.

10. RECEIPT OF COPIES. Purchaser acknowledges receipt of a legible, complete, and executed copy of this Contract, and approves the terms contained herein.

By executing this Contract on the signature line provided on the reverse side (Section IV), Purchaser acknowledges and certifies that he or she has read this Contract and the social security number and other personal information set forth on the reverse side is true and correct as the date thereof.

11. MISCELLANEOUS. All notices given hereunder shall be in writing and delivered to the respective party by personal service or by depositing the same in the United States mail, postage prepaid, to the address indicated herein or to such other address as a party shall have previously designated by Notice to the other party given in accordance with this paragraph. All Notices shall be deemed received on the date of mailing or service. The provisions hereof constitute the entire and complete agreement between the parties. Amendments to this Contract may be necessary to comply with changes in the law or to assure to each party that the economic benefits of this Contract are not changed because of changes in law or regulations or actions taken by regulatory agencies of the State of Alabama or the United States of America. **Purchaser** agrees to execute such amendments to this Contract and if **Purchaser** is not available or fails to act within thirty (30) days of Notice being given, **Purchaser** hereby appoints the agent of **Seller** as his attorney-in-fact with full power to act in the place of **Purchaser** and bind **Purchaser** as to such amendment to this Contract. This Contract shall be construed in accordance with, and governed by, the laws of the State of Alabama. If any provision or part of this Contract is held for any reason to be unenforceable, the remainder of the Contract shall nevertheless remain in full force and effect, at the option of the **Provider**. This Contract is for use solely for the funeral of the **Funeral Beneficiary** and shall not be assignable by **Purchaser** or any other person for use in connection with the death of any person other than the **Funeral Beneficiary**. Upon death or incapacity of **Purchaser**, this Contract may be enforced by, and **Provider** shall have the right to offer performance and deal with, in lieu of **Purchaser**, either an heir or Personal Representative of the **Funeral Beneficiary** or the attorney-in-fact, an heir or the Personal Representative of **Purchaser**.

12. DEFINITIONS.

SELLER. The Seller is any person offering or selling funeral merchandise and services on a preneed basis.

PURCHASER. The Purchaser is the person who purchases this Contract either on his or her behalf or on behalf of a third party beneficiary, and whose funds are placed into trust or who purchases an insurance policy to fund this Contract.

PROVIDER: The Provider is the person who will actually provide the funeral merchandise and services under the terms of this Contract.